

General Assembly

Raised Bill No. 1226

January Session, 2005

LCO No. 4159

04159_____HS_

Referred to Committee on Human Services

Introduced by: (HS)

AN ACT CONCERNING PRIOR AUTHORIZATION REQUIREMENTS FOR PRESCRIPTION DRUGS IN MEDICAL ASSISTANCE PROGRAMS ADMINISTERED BY THE DEPARTMENT OF SOCIAL SERVICES.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 Section 1. Subsection (c) of section 17b-274 of the general statutes is
- 2 repealed and the following is substituted in lieu thereof (*Effective from*
- 3 passage):

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- 4 (c) The Commissioner of Social Services shall implement a
 - procedure by which a pharmacist shall obtain approval from an
- 6 independent pharmacy consultant acting on behalf of the Department
- 7 of Social Services, under an administrative services only contract,
- 8 whenever the pharmacist dispenses a brand name drug product to a
- 9 Medicaid, state-administered general assistance, or ConnPACE
- 10 recipient and a chemically equivalent generic drug product
- substitution is available. [, provided such procedure shall not require
- 12 approval for other than initial prescriptions for such drug product.]
- 13 The length of authorization for brand name drugs shall be in
- 14 <u>accordance with section 17b-491a, as amended by this act.</u> In cases
- 15 where the brand name drug is less costly than the chemically

16 equivalent generic drug when factoring in manufacturers' rebates, the 17 pharmacist shall dispense the brand name drug. If such approval is not 18 granted or denied within two hours of receipt by the commissioner of 19 the request for approval, it shall be deemed granted. Notwithstanding 20 any provision of this section, a pharmacist shall not dispense any 21 initial maintenance drug prescription for which there is a chemically 22 equivalent generic substitution that is for less than fifteen days without 23 the department's granting of prior authorization, provided prior 24 authorization shall not otherwise be required for atypical antipsychotic 25 drugs if the individual is currently taking such drug at the time the pharmacist receives the prescription. The pharmacist may appeal a 26 27 denial of reimbursement to the department based on the failure of 28 such pharmacist to substitute a generic drug product in accordance 29 with this section.

- Sec. 2. Subsection (a) of section 17b-491a of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- 33 (a) The Commissioner of Social Services may establish a plan, in 34 accordance with this subsection, for the prior authorization of [(1)] any 35 [initial] prescription for a drug covered under the Medicaid, state-36 administered general assistance, or ConnPACE program, [that costs five hundred dollars or more for a thirty-day supply, or (2)] including 37 38 (1) any early refill of a prescription drug covered under any of said 39 programs, and (2) brand name drug products when a chemically 40 equivalent generic drug product substitution is available. The plan 41 shall provide that (A) the authorization for any maintenance drug shall 42 be for the life of the therapy, except that if a new chemically equivalent 43 generic drug becomes available, prior authorization will be required 44 for a subsequent prescription for such maintenance drug; (B) the 45 authorization for a nonmaintenance drug and any refills permitted by 46 state or federal law shall be valid for up to six months from the date 47 the original prescription is filled; and (C) the authorization for schedule II controlled substances will be permitted for multiple 48

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49 prescriptions, for up to six months from the date the original 50 prescription is filled, if the prescriber certifies the recipient is under the 51 prescriber's ongoing care and requires the drug on a long term-basis. 52 The Commissioner of Social Services shall establish a procedure by 53 which prior authorization under this subsection shall be obtained from 54 an independent pharmacy consultant acting on behalf of the 55 Department of Social Services, under an administrative services only 56 contract. If prior authorization is not granted or denied within two 57 hours of receipt by the commissioner of the request for prior 58 authorization, it shall be deemed granted.

| This act shall take effect as follows and shall amend the following sections: | | |
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| Section 1 | from passage | 17b-274(c) |
| Sec. 2 | from passage | 17b-491a(a) |

Statement of Purpose:

To clarify existing statutes governing prior authorization requirements for prescription drugs in medical assistance programs administered by the Department of Social Services.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]